

## Criticism of Staff Study #11

Use of Inducements or Pressures  
on Free World Countries in Support  
of US Econ. Defense Program

The whole paper is predicated upon a static situation, certainly not changed since NSC 162/3, if then. If the political situation should worsen substantially (or has worsened) presumably more drastic measures might be considered, as for example, if free world countries would not cooperate, we might embargo any member of ~~these~~ <sup>suppliers</sup> and/or cut off military assistance or a range of action in between, especially if war were threatening.

The present paper is based essentially on a cold war situation.

For Galkind + M. George say the paper is flexible enough to allow of this

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Messrs. Goodkind, George, Pollak, [REDACTED]

May 5, 1955

Irving I. Kramer, Executive Secretary  
Economic Defense Advisory Committee/EDAC

"Carrot and Stick" Paper

The attached "carrot and stick" paper, prepared in the Department of Defense in September, 1952, is being distributed to the Dodge Council Working Group members on the instruction of the Executive Committee Chairman.

Attachment

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